

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



FEB 26 2004

WS-01689A
Clear Springs Utility Company, Inc.
P. O. Box 85160
Tucson AZ 85754-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

ANN05	03
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PROCESSED BY:

SCANNED

COMPANY INFORMATION

Company Name (Business Name)		
Clear Springs Utility Company--Sewer Division		
Mailing Address		
P.O. Box 85160		
(Street)		
Tucson	AZ	85754
(City)	(State)	(Zip)
520-624-4404	520-792-0377	
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		
Local Office Mailing Address		
same as above		
(Street)		
(City)	(State)	(Zip)
Local Office Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		

MANAGEMENT INFORMATION

Management Contact:			
Southwestern Utility Management, Inc.			
(Name)		(Title)	
2102 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-624-4404			
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			
On Site Manager:			
Raymond Maldonado			
(Name)			
2102 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-624-4404			
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

See Accountants' Report

Statutory AgentEzra H. Lewis

(Name)

2102 N. Forbes, #107

(Street)

Tucson

(City)

AZ

(State)

85745

(Zip)

520-624-4404

Telephone Number (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney:

(Name)

(Street)

(City)

(State)

(Zip)

Telephone Number (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to you company:

☐ Sole Proprietor (S)☐ C Corporation (C) (Other than Association/Co-Op)☐ Partnership (P)☒ Subchapter S Corporation (Z)☐ Bankruptcy (B)☐ Association/Co-Op (A)☐ Receivership (R)☐ Limited Liability Company☐ Other (Describe) _____**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE☒ COCHISE☐ COCONINO☐ GILA☐ GRAHAM☐ GREENLEE☐ LA PAZ☐ MARICOPA☐ MOHAVE☐ NAVAJO☐ PIMA☐ PINAL☐ SANTA CRUZ☐ YAVAPAI☐ YUMA☐ STATEWIDE

UTILITY PLANT IN SERVICE

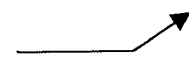
Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights	4654	---	4654
354	Structures and Improvements	9504	4779	4725
355	Power Generation Equipment	46847	45374	1473
360	Collection Sewers – Force	267774	241844	25930
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Service to Customers	5747	287	5460
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	487	24	463
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equip.			
390	Office Furniture and Equipment			
391	Transportation Equipment	863	863	---
393	Tools, Shop and Garage Equip.	1115	974	141
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	336991	294145	42846

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises			
353	Land and Land Rights	4654	---	---
354	Structures and Improvements	9504	5%	475
355	Power Generation Equipment	46847	5%	2342
360	Collection Sewers – Force	*267774	5%	2660
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers	5747	5%	287
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	487	5%	24
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equip.			
390	Office Furniture and Equipment			
391	Transportation Equipment	fully depreciated 863	5%	---
393	Tools, Shop and Garage Equip.	1115	5%	56
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	336991		5844

This amount goes on Comparative Statement of Income and Expense Acct. No. 403. 

*Some of the costs are fully depreciated

Less: Amortization of contributions in Aid of Construction

(4101)
1743

See Accountants' Report

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 13876	\$ 5253
132	Special Deposits		
135	Temporary Cash Investments	15000	15000
141	Customer Accounts Receivable	5305	19889
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	1602	1602
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		12382
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 35783	\$ 54126
	FIXED ASSETS		
101	Utility Plant in Service	\$ 327669	\$ 336991
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(266660)	(294145)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 61009	\$ 42846
	TOTAL ASSETS	\$ 96792	\$ 96972

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ ---	\$ 70
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	6547	6547
235	Customer Deposits	720	705
236	Accrued Taxes	215	218
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	6000	6000
	TOTAL CURRENT LIABILITIES	\$ 13482	\$ 13540
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$ 41010	\$ 40968
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	82012	82012
272	Less: Amortization of Contributions	(77360)	(81460)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 45662	\$ 41520
	TOTAL LIABILITIES	\$ 59144	\$ 55060
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Other Paid in Capital	656200	656200
215	Retained Earnings	(618552)	(614288)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 37648	\$ 41912
	TOTAL LIABILITIES AND CAPITAL	\$ 96792	\$ 96972

Retained Earnings 1/1/03 (618552)
 Adjustments to Utility
 Plant and Accum. Depr. (18,552)
 Net Income--2003 22816
 Retained Earnings 12/31/03 (614,288)

See Accountants' Report

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	OPERATING REVENUES	PRIOR YEAR	TEST YEAR
521	Flat Rate Revenues	\$	\$
522	Measured Revenues	47418	58000
536	Other Wastewater Revenues	510	1072
	TOTAL REVENUES	\$ 47928	\$ 59072
	OPERATING EXPENSES		
701	Salaries and Wages	\$	\$
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	1385	1344
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Professional	20150	22285
735	Contractual Services – Testing	775	3237
736	Contractual Services - Other	1375	1603
740	Rents		
750	Transportation Expense	1925	3118
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	874	588
403	Depreciation Expense	(401)	1743
408	Taxes Other Than Income		
408.11	Property Taxes	2957	3095
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 29040	\$ 37013
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 480	\$ 638
421	Non-Utility Income	25	26
426	Miscellaneous Non-Utility Income		
427	Interest Expense	(33)	93
	TOTAL OTHER INCOME/EXP	\$ 472	\$ 757
	NET INCOME/(LOSS)	\$ 19360	\$ 22816

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ ---	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principal	\$	\$	\$	\$

COMPANY NAME Clear Springs Utility - Sewer Division

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Aerobic Lagoon Anaerobic Lagoon
DESIGN CAPACITY OF PLANT (Gallons Per Day)	300,000 Gallons/Day

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
S.W. Corner Ford Rd. & Allen St. Sunsites - Pearce, AZ	2	7.5	500	2000
Stand-by Back-up Pump				
220 V 3ph	1	5	200	
Stand-by 110 Volt Pump	1	5	160	

FORCE MAINS

Size	Material	Length (Feet)
4-inch		
6-inch		
8-inch	AC	1200

MANHOLES

Type	Quantity
Standard	160
Drop	

CLEANOUTS

Quantity
11

COMPANY NAME Clear Springs Utility-Sewer Division

WASTEWATER COMPANY PLANT DESCRIPTION CONTINUED

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	AC/PVC	1225/3730
8	AC/Clay/PVC	24200/56000
10		11840
12		
15		
18		
21		
24		
30		

SERVICES

Size (in inches)	Material	Quantity
4	AC	359
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
STRUCTURES (Buildings, Fences, Etc.)	Fences Surrounding Sewer Ponds
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Stand-by Generator Pump

COMPANY NAME

Clear Springs Utility-Sewer Division

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January 2003	350	1336440	77700
February 2003	350	1269360	73800
March 2003	352	1408680	81842
April 2003	352	1284240	74665
May 2003	354	1220340	70950
June 2003	357	1104240	64200
July 2003	358	11326200	65850
August 2003	358	1145520	66600
September 2003	358	1385460	80550
October 2003	358	1390620	80850
November 2003	358	1039740	60450
December 2003	359	1677000	97500

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method Of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Evaporation Pond
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	100824
Groundwater Permit Number	
ADEQ Aquifer Protection Permit Number	P100824
ADEQ Reuse Permit Number	
EPA NPDES Permit Number	

STATISTICAL INFORMATION

Total number of customers	344	
Total number of gallons treated	15,394,260	gallons

INCOME TAXES

For this reporting period, please provide the following:

Federal Taxable Income Reported

S-Corporation

FEB 26 2004

Estimated or Actual Federal Tax Liability

State Taxable Income Reported

S-Corporation

Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

122980

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE2/23/04
DATEEzra H. Lewis
PRINTED NAMEPresident
TITLE

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2003 was \$ 3094.88

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property tax paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

FEB 26 2004

**VERIFICATION
STATE OF**

Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)

Pima

NAME (OWNER OR OFFICIAL) TITLE

Ezra H. Lewis, President

COMPANY NAME

Clear Springs Utility Company--Sewer Division

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH

12

DAY

31

YEAR

2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 52129.55

**(THE AMOUNT IN THE BOX ABOVE
INCLUDES \$ 3001.00
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL

520-623-5172
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

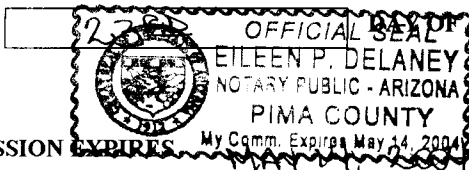
THIS

(SEAL)

MY COMMISSION EXPIRES

My Comm. Expires May 14, 2004

See Accountant's Report.



COUNTY NAME

PIMA

MONTH

FEB

2004


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**

Intrastate Revenues Only

FEB 26 2004

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

(COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Ezra H. Lewis	TITLE President
COMPANY NAME Clear Springs Utility Company--Sewer Division	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS. PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01 ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

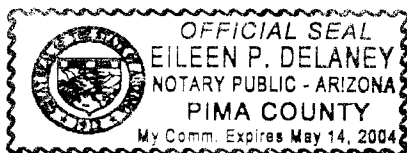
\$ 46025.69

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 2644.35

IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.



SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS

23RD

DAY OF

(SEAL)

MY COMMISSION EXPIRES

See Accountants' Report

Ezra H. Lewis
SIGNATURE OF OWNER OR OFFICIAL

520-623-5172
TELEPHONE NUMBER

NOTARY PUBLIC NAME EILEEN P. DELANEY	
COUNTY NAME PIMA	
MONTH FEBRUARY	2004

X *Eileen P. Delaney*
SIGNATURE OF NOTARY PUBLIC

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 111191
PARCEL IDENTIFICATION 981-52-270T 7
TAX AREA CODE 2270

CLEAR SPRINGS UTILITY CO RECEIPT REQUESTED (✓)
PO BOX 85160
TUCSON AZ 85754

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 111192
PARCEL IDENTIFICATION 981-52-275T 2
TAX AREA CODE 2275

CLEAR SPRINGS UTILITY CO RECEIPT REQUESTED (✓)
PO BOX 85160
TUCSON AZ 85754

*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2002 2ND HALF COUPON

TO PAY 2ND HALF PAY 764.27

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2003



0298152270207200200000076427

DOR Form PTXBL (5/2002)

*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2002 2ND HALF COUPON

TO PAY 2ND HALF PAY 705.11

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2003



0298152275202200200000070511

DOR Form PTXBL (5/2002)

CLEAR SPRINGS UTILITY CO. INC.
SEWER DIVISION
P. O. BOX 85160 520-623-5172
TUCSON, AZ 85754

WELLS FARGO BANK
TUCSON, AZ 85745
91-527/1221

1201

4/17/2003

PAY TO THE ORDER OF Marsha Bonham - Cochise County Treasurer

\$ **1,469.38

One Thousand Four Hundred Sixty-Nine and 38/100 ***** DOLLARS

Marsha Bonham - Cochise County Treasurer

MEMO

AUTHORIZED SIGNATURE

⑈001201⑈ ⑈122105278⑈0291822385⑈

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

CLEAR SPRINGS UTILITY CO. INC./SEWER DIVISION
Marsha Bonham - Cochise County Treasurer

1201

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
04/17/2003	Bill	981-52-270T 7	764.27	764.27		764.27
04/17/2003	Bill	981-52-275T 2	705.11	705.11		705.11
				Check Amount		1,469.38

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
PO BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 111936
PARCEL IDENTIFICATION 981-52-270T 7
TAX AREA CODE 2270

CLEAR SPRINGS UTILITY CO
PO BOX 85160
TUCSON AZ 85754

RECEIPT REQUESTED ☒

TOTAL TAX DUE IS \$100.00 OR LESS. FULL AMOUNT IS DUE NOW.
PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2003 2ND-HALF COUPON

PAY 2ND HALF	PAY	1,625.50
--------------	-----	----------

2nd HALF TAXES DELINQUENT AFTER MAY 1, 2004



0298152270207200300000001625

OR Form BTXBL 1A (2003)

1253

CLEAR SPRINGS UTILITY CO. INC.
SEWER DIVISION

P. O. BOX 85160 520-623-5172
TUCSON, AZ 85754

WELLS FARGO BANK
TUCSON, AZ 85745
91-527/1221

10/28/2003

PAY TO THE ORDER OF Marsha Bonham - Cochise County Treasurer

\$ **1,625.50

One Thousand Six Hundred Twenty-Five and 50/100*****

DOLLARS

Marsha Bonham - Cochise County Treasurer
PO Box 1778
Bisbee, AZ 85603

AUTHORIZED SIGNATURE

MEMO Parcel ID: 981-52-270T 7

⑈001253⑈ ⑆122105278⑆0291822385⑈

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

CLEAR SPRINGS UTILITY CO. INC./SEWER DIVISION
Marsha Bonham - Cochise County Treasurer

10/28/2003

Date	Type	Reference
10/01/2003	Bill	

Original Amt.	1,625.50
---------------	----------

Balance Due	1,625.50
-------------	----------

Check Amount

Discount

Payment	1,625.50
1,625.50	

1253

HOLM, HESTAND & VALENZUELA, CPAs, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
3131 NORTH COUNTRY CLUB ROAD, SUITE 109
TUCSON, ARIZONA 85716

DOUGLAS R. HOLM, CPA
EMMA K. HESTAND, CPA
JANETTE G. VALENZUELA, CPA

TELEPHONE: (520) 326-8483
FAX: (520) 795-5191
E-MAIL: HHVCPA@EARTHLINK.NET

COMPILATION ENGAGEMENT REPORT

We have compiled the balance sheets of Clear Springs Utility Company--Sewer Division as of December 31, 2003 and 2002, and the related comparative statements of income and expense for years then ended, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission--Utilities Division information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holm, Hestand, Valenzuela CPAs, P.C.

February 6, 2004